

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTED ASSETS
June 30, 2011 and 2010**

| | <u>2011</u> | <u>2010</u> |
|--|------------------------------|------------------------------|
| Investments (at fair value) | | |
| Cash and cash equivalents | | |
| Short-term Fixed Income Pool | \$ <u>2,714,236</u> | \$ <u>16,137</u> |
| Marketable debt and equity securities | | |
| Broad Market Fixed Income Pool | 107,207,265 | 119,904,529 |
| U.S. Treasury Fixed Income Pool | 10,295,534 | 11,111,535 |
| Conservative Broad Market Fixed Income Pool | - | - |
| Non-retirement Domestic Equity Pool | 177,311,202 | 127,799,707 |
| EAFE International Equity Pool | 7,793,465 | 10,263,371 |
| SOA International Equity Pool | <u>43,617,433</u> | <u>51,618,310</u> |
| Total marketable debt and equity securities | <u>346,224,899</u> | <u>320,697,452</u> |
| Receivable on pending trades | 15,590,238 | - |
| Income Receivable | <u>2</u> | <u>13</u> |
| Total invested assets | <u>\$ <u>364,529,375</u></u> | <u>\$ <u>320,713,602</u></u> |

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

**For the Month Ended
June 30, 2011**

| | <u>CURRENT MONTH</u> | <u>YEAR TO DATE</u> |
|---|--------------------------|-------------------------|
| Investment Income | | |
| Cash and cash equivalents | | |
| Short-term Fixed Income Pool | \$ <u>2</u> | \$ <u>524</u> |
| | | |
| Marketable debt and equity securities | | |
| U.S. Treasury Fixed Income Pool | (3,521) | 313,999 |
| Broad Market Fixed Income Pool | (298,640) | 4,425,736 |
| Conservative Broad Market Fixed Income Pool | - | - |
| Non-retirement Domestic Equity Pool | (3,936,700) | 48,935,363 |
| EAFE International Equity Pool | (63,536) | 1,915,278 |
| SOA International Equity Pool | (322,058) | 12,060,124 |
| Commission Recapture - International | - | - |
| Total income (loss) marketable debt and equities | <u>(4,624,455)</u> | <u>67,650,500</u> |
| | | |
| Total investment income (loss) | (4,624,453) | 67,651,024 |
| | | |
| Total invested assets, beginning of period | 369,156,696 | 320,713,602 |
| | | |
| Net contributions (withdrawals) | <u>(2,868)</u> | <u>(23,835,251)</u> |
| | | |
| Total invested assets, end of period | <u>\$ 364,529,375</u> | <u>\$ 364,529,375</u> |

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

POWER COST EQUALIZATION ENDOWMENT FUND
Asset Allocation Policy with Actual Investment Holdings as of
June 30, 2011
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/2010

Fund established 5/24/00

| | Asset Allocation | | Market Values | Current Allocation | Current Variance |
|--|------------------|----------------|----------------|--------------------|------------------|
| | Policy | Range | | | |
| Cash and cash equivalents | | | | | |
| Short-term Fixed Income Pool | Residual | | 2,714 | 0.78% | n/a |
| Total cash and cash equivalents | 0.00% | 0% - 2% | 2,714 | 0.78% | n/a |
| Marketable debt securities | | | | | |
| Broad Market Fixed Income Pool | 33.00% | 28%-38% | 107,207 | 30.72% | 2.28% |
| U.S. Treasury Fixed Income Pool | 4.00% | 2%-6% | 10,296 | 2.95% | 1.05% |
| Total Marketable debt securities | | | 117,503 | 33.67% | 3.33% |
| Equities | | | | | |
| Non-retirement Domestic Equity Pool | 53.00% | 48%-58% | 177,311 | 50.81% | 2.19% |
| International Equity Pools | 10.00% | 5%-15% | 51,411 | 14.73% | -4.73% |
| Total investments AY 13 | 100.00% | | 348,939 | 100.00% | 0.00% |
| Receivable on pending trades | | | 15,590 | | |
| Interest Receivable | | | 0 | | |
| Total Invested Assets At Fair Value | | | 364,529 | | |